

ORDINANCE _____

**AN ORDINANCE PROVIDING FOR THE LEVY AND ASSESSMENT OF
TAXES FOR THE FISCAL YEAR BEGINNING JANUARY 1, 2018, AND
ENDING DECEMBER 31, 2018, FOR THE VILLAGE OF LOMBARD,
DUPAGE COUNTY, STATE OF ILLINOIS**

BE IT ORDAINED BY THE PRESIDENT AND BOARD OF TRUSTEES OF THE VILLAGE OF LOMBARD, DUPAGE COUNTY, ILLINOIS as follows:

Section 1: That the total amount of appropriation for all corporate purposes legally made to be collected from the tax levy of the current fiscal year beginning January 1, 2018, and ending December 31, 2018 of the Village of Lombard is hereby ascertained to be the sum of NINE MILLION FIVE HUNDRED SEVENTY SIX THOUSAND TWENTY TWO DOLLARS (\$9,576,022).

Section 2: NINE MILLION FIVE HUNDRED SEVENTY SIX THOUSAND TWENTY TWO DOLLARS (\$9,576,022) being the total of appropriations heretofore legally made, which are to be collected from the tax levy of the current fiscal year of the Village of Lombard, beginning January 1, 2018 and ending December 31, 2018 for all corporate purposes of said Village of Lombard for the Public Benefit Fund, for the Liability Insurance Fund, for the Illinois Municipal Retirement Fund, for the Social Security Fund, for the Police Pension Fund, for the Firefighters' Pension Fund, and General Corporate Fund, as budgeted for the current fiscal year by the Annual Budget Ordinance of the Village of Lombard for the fiscal year beginning January 1, 2018 and ending December 31, 2018, said Ordinance passed by the President and Board of Trustees of the Village of Lombard at the legally convened meeting of November 16, 2017, be and the same is hereby levied upon all the taxable property in the Village of Lombard subject to taxation for the current fiscal year. The specific amounts as levied for the various funds heretofore named being included herein by being placed in the separate columns under the heading "TO BE RAISED BY TAX LEVY" which appears over the same, the tax being so levied being for the current fiscal year of said Village, and for the said appropriation to be collected for said tax levy, the total of which has been ascertained as aforesaid, and being as set forth in Sections 3 to 9, inclusive, as follows:

Section 3: There is hereby authorized a tax levy in the amount of ONE MILLION NINE HUNDRED FORTY FOUR THOUSAND NINE HUNDRED THIRTEEN DOLLARS (\$1,944,913) for Liability Insurance purposes, and detailed as follows:

270	LIABILITY INSURANCE	AMOUNT BUDGETED	TO BE RAISED BY TAX LEVY
73110	Operating Supplies	11,800	11,800
75010	Books & Literature	100	100
75010	Training & Travel	1,000	1,000
75020	Dues & Subscriptions	1,220	1,220
75350	Risk Management Services	238,910	238,910
75510	Insurance Premiums	290,260	290,260
75520	Insurance Claims	<u>\$ 1,443,100</u>	<u>\$ 1,401,623</u>
	Total	<u>\$ 1,986,390</u>	<u>\$ 1,944,913</u>

Section 4: There is hereby authorized a tax levy in the amount of EIGHT HUNDRED EIGHTY EIGHT THOUSAND SIX HUNDRED FIVE DOLLARS (\$888,605) for the Illinois Municipal Retirement Fund purposes and detailed as follows:

		AMOUNT	TO BE RAISED
		BUDGETED	BY TAX LEVY
101	IMRF		
71440	IMRF Village	784,600	784,600
33100	IMRF Reserve	\$ 104,005	\$ 104,005
	Total	<u>\$ 888,605</u>	<u>\$ 888,605</u>

Section 5: There is hereby authorized a tax levy in the amount SIX HUNDRED FORTY SEVEN THOUSAND FIVE HUNDRED FORTY FOUR DOLLARS (\$647,544) for the Social Security purposes and detailed as follows:

		AMOUNT	TO BE RAISED
		BUDGETED	BY TAX LEVY
101	SOCIAL SECURITY		
71420	Social Security-Village	326,090	326,090
71430	Medicare-Village	264,000	264,000
33100	Social Security Reserve	\$ 57,454	\$ 57,454
	Total	<u>\$ 647,544</u>	<u>\$ 647,544</u>

Section 6: There is hereby authorized a tax levy in the amount of TWO MILLION EIGHT HUNDRED FORTY THOUSAND FIVE HUNDRED SIXTY FOUR DOLLARS (\$2,840,564) for the Police Pension Fund, and detailed as follows:

		AMOUNT	TO BE RAISED
		BUDGETED	BY TAX LEVY
710	POLICE PENSION FUND		
71550	Police Pension Payments	\$4,705,510	\$ 2,840,564
	Total	<u>\$4,705,510</u>	<u>\$ 2,840,564</u>

Section 7: There is hereby authorized a tax levy in the amount of TWO MILLION ONE HUNDRED FORTY-SEVEN THOUSAND NINETY-NINE DOLLARS (\$2,147,099)** for the Firefighters' Pension Fund, and detailed as follows:

		AMOUNT	TO BE RAISED
		BUDGETED	BY TAX LEVY
720	FIREFIGHTERS' PENSION FUND		
71550	Fire Pension Payments	\$4,070,180	\$ 2,147,099
	Total	<u>\$4,070,180</u>	<u>\$2,147,099**</u>

** Of the total tax levy in the amount of TWO MILLION ONE HUNDRED FORTY SEVEN THOUSAND NINETY NINE DOLLARS (\$2,147,099) for the Firefighters' Pension Fund, TWO MILLION THIRTY NINE THOUSAND SEVEN HUNDRED FORTY FOUR DOLLARS (\$2,039,744) is subject to the Property Tax Extension Limitation Act (Tax Cap), and ONE HUNDRED SEVEN THOUSAND THREE HUNDRED FIFTY FIVE DOLLARS (\$107,355) is exempt from the Property Tax Extension Limitation Act (Tax Cap) pursuant to Public Act 93-689.

Section 8: There is hereby authorized a tax levy in the amount of FIVE THOUSAND DOLLARS (\$5,000) for Public Benefit purposes, and detailed as follows:

<u>310</u>	<u>PUBLIC BENEFIT FUND</u>	<u>AMOUNT</u> <u>BUDGETED</u>	<u>TO BE RAISED</u> <u>BY TAX LEVY</u>
78010	SA Bonds-Principal & Interest	\$ 343,000	\$ 5,000
	Total	<u>\$ 343,000</u>	<u>\$ 5,000</u>

Section 9: There is hereby authorized a tax levy in the amount of ONE MILLION ONE HUNDRED TWO THOUSAND TWO HUNDRED NINETY SEVEN DOLLARS (\$1,102,297) for the General Corporate Fund, and detailed as follows:

<u>1010</u>	<u>GENERAL CORPORATE FUND</u> <u>HEALTH INSURANCE</u>	<u>AMOUNT</u> <u>BUDGETED</u>	<u>TO BE RAISED</u> <u>BY TAX LEVY</u>
71240	Blue Advantage Health Insurance	\$1,508,600	\$ 1,102,297
	Total	<u>\$1,508,600</u>	<u>\$ 1,102,297</u>

SUMMARY OF THE TOTAL AMOUNT TO BE
RAISED BY TAX LEVY

LIABILITY INSURANCE	1,944,913
ILLINOIS MUNICIPAL RETIREMENT FUND	888,605
SOCIAL SECURITY	647,544
POLICE PENSION FUND	2,840,564
FIREFIGHTERS' PENSION FUND-SUBJECT TO TAX CAP	2,039,744
PUBLIC BENEFIT FUND	5,000
GENERAL CORPORATE FUND	<u>1,102,297</u>
TOTAL TO BE RAISED BY TAX LEVY- SUBJECT TO TAX CAP	9,468,667
FIREFIGHTERS' PENSION FUND-EXEMPT FROM TAX CAP – PURSUANT TO PUBLIC ACT 93-689	<u>107,355</u>
TOTAL TO BE RAISED BY TAX LEVY	<u>\$9,576,022</u>

Section 10: The total amount of NINE MILLION FIVE HUNDRED SEVENTY SIX THOUSAND TWENTY TWO DOLLARS (\$9,576,022) ascertained as aforesaid and detailed in Sections 3 through 9 inclusive herein, be, and the same is hereby levied and assessed on all property subject to taxation within the Village of Lombard, according to the value of said property as that same is assessed and equalized for State and County purposes for the current year.

Section 11: This LEVY ORDINANCE is adopted pursuant to the procedures as set forth in the Illinois Municipal Code and Illinois Pension Code.

Section 12: There is hereby certified to the County Clerk of DuPage County, Illinois, the several sums aforesaid, constituting said total amount and the said total amount of NINE MILLION FIVE HUNDRED SEVENTY SIX THOUSAND TWENTY TWO DOLLARS (\$9,576,022).

Section 13: The Village Clerk of said Village of Lombard is hereby ordered and directed to file with the County Clerk of DuPage County a certified copy of this Ordinance, prior to the last Tuesday in December, 2018.

Section 14: The validity or invalidity of any section of this Ordinance shall not affect the validity or invalidity of any other section.

Section 15: This Ordinance shall be in full force and effect from and after its passage and approval as provided by law.

Tax Levy Ordinance No. _____
Fiscal Year January 1, 2018 to December 31, 2018
Page 5

Passed on first reading this ____ day of _____, 2018.

First reading waived by action of the Board of Trustees this ____ day of _____, 2018.

Passed on second reading this ____ day of _____, 2018.

Ayes: _____

Nays: _____

Absent: _____

Approved this ____ day of _____, 2018.

Keith Giagnorio
Village President

ATTEST:

Sharon Kuderna
Village Clerk

APPROVAL AS TO FORM:

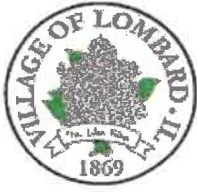
Thomas Bayer
Village Attorney

**CERTIFICATE OF COMPLIANCE
WITH THE TRUTH IN TAXATION ACT**

I, **KEITH GIAGNORIO**, the duly qualified and acting presiding officer of the **VILLAGE OF LOMBARD**, DuPage County, Illinois, do hereby certify that the 2018 tax levy of said **VILLAGE**, attached hereto, was adopted in full compliance with the provisions of the Illinois "Truth in Taxation Act," (35 ILCS 200/18-55 et seq.).

IN WITNESS WHEREOF, I have placed my official signature this 15th day of November, 2018.

Village President



To: Finance Committee
From: Timothy Sexton, Director of Finance
Date: September 12, 2018
Subject: Statutorily Permissible 2018 Property Tax Levy

INTRODUCTION

The 2018 Statutorily Permissible Property Tax Levy for the Village of Lombard is presented for your review and recommendation to the Village Board. The recommendation is summarized on **Attachment A** and is explained in detail in this report. The tax levy has been prepared in accordance with the requirements of the Property Tax Extension Limitation Act (Tax Cap) and the Truth in Taxation Act.

EAV ASSUMPTIONS

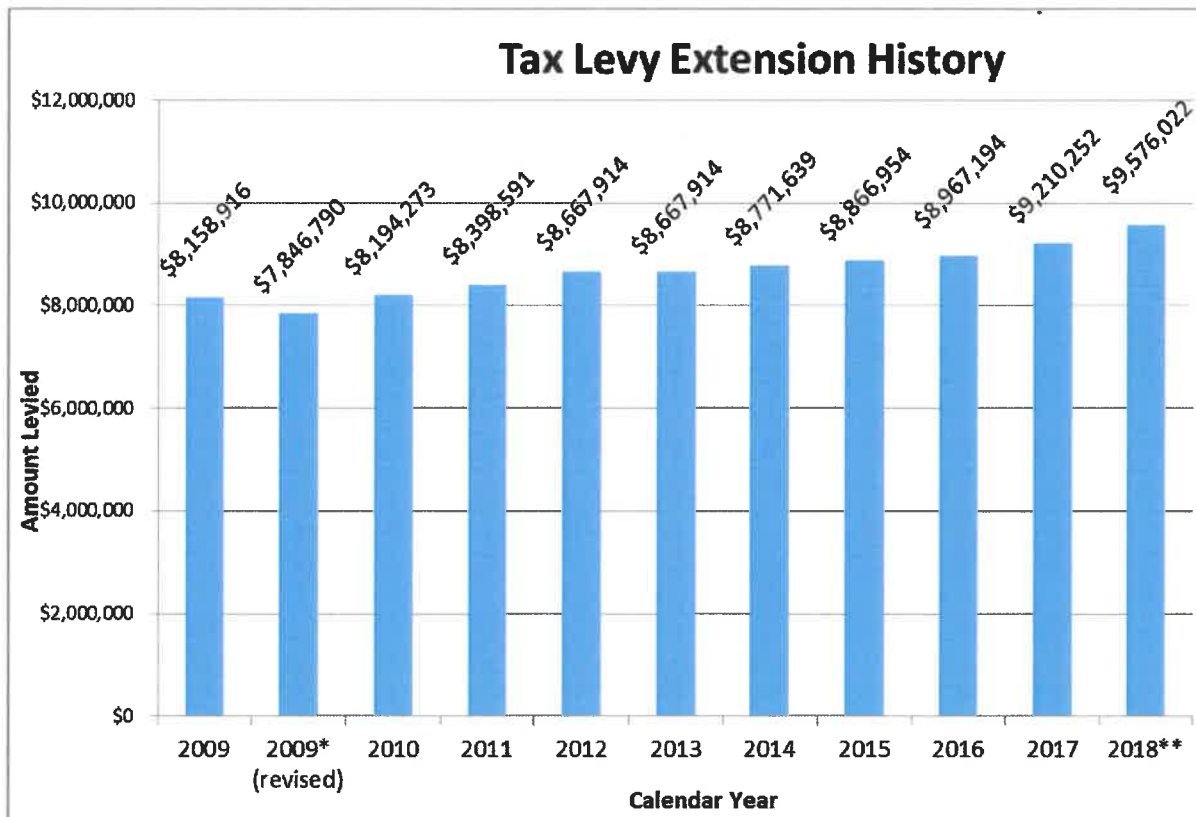
The following is a comparison of the projected 2018 estimated Equalized Assessed Valuation (EAV), including increases in both the base EAV as well as increases due to new construction/annexations for the Village of Lombard, as compared to the 2017 actual EAV.

	2017 Actual	2018 Estimated	Increase over Prior Year	
			Incr. Over PY	Percent
Base EAV	\$1,464,980,521	\$1,539,954,209	\$74,973,688	5.12%
New Construction/ Annexations	\$8,659,870	\$30,000,000	\$21,340,130	246.43%
Total	\$1,473,640,391	\$1,569,954,209	\$96,313,818	6.54%

Attachment B shows a history of EAV growth in the Village over the last ten years. The Dupage County Supervisor of Assessments estimated a 4.5% (+/-1%) increase to the 2017 base EAV. Based on this information and discussions with the York Township Assessor's Office, the Village estimated an increase of 4.5% increase to the 2018 base EAV over the total 2017 EAV of \$1,473,640,391.

2018 STATUTORILY PERMISSIBLE PROPERTY TAX LEVY

The Village's tax levy is made up of two component areas: the Corporate Levy and Special Levies. The Village has not had a bonded debt tax levy since 1994. For 2018, the total statutorily permissible tax levy for the Village of Lombard is \$9,576,022, an increase of \$365,770 or 3.97% over the prior year's extended levy. **Attachment C** compares the 2017 extended levy to the 2018 statutorily permissible levy in detail. Below is a ten-year comparison of property tax extensions.



*\$312,126 was transferred from the Village's aggregate tax extension base when the Plum Library was converted to a Library District

**2018 is the statutorily permissible levy amount prior to extension

SPECIAL LEVIES:

POLICE AND FIREFIGHTERS' PENSION FUNDS:

Since 1992, the Village has used an independent actuary to determine the annual tax levy requirements for both the Police and Firefighters' Pension Funds. The Village's actuary has completed the annual actuarial analysis for the Police and Firefighters' Pension Funds. Copies of the actuarial reports for the year ending December 31, 2018 are available upon request.

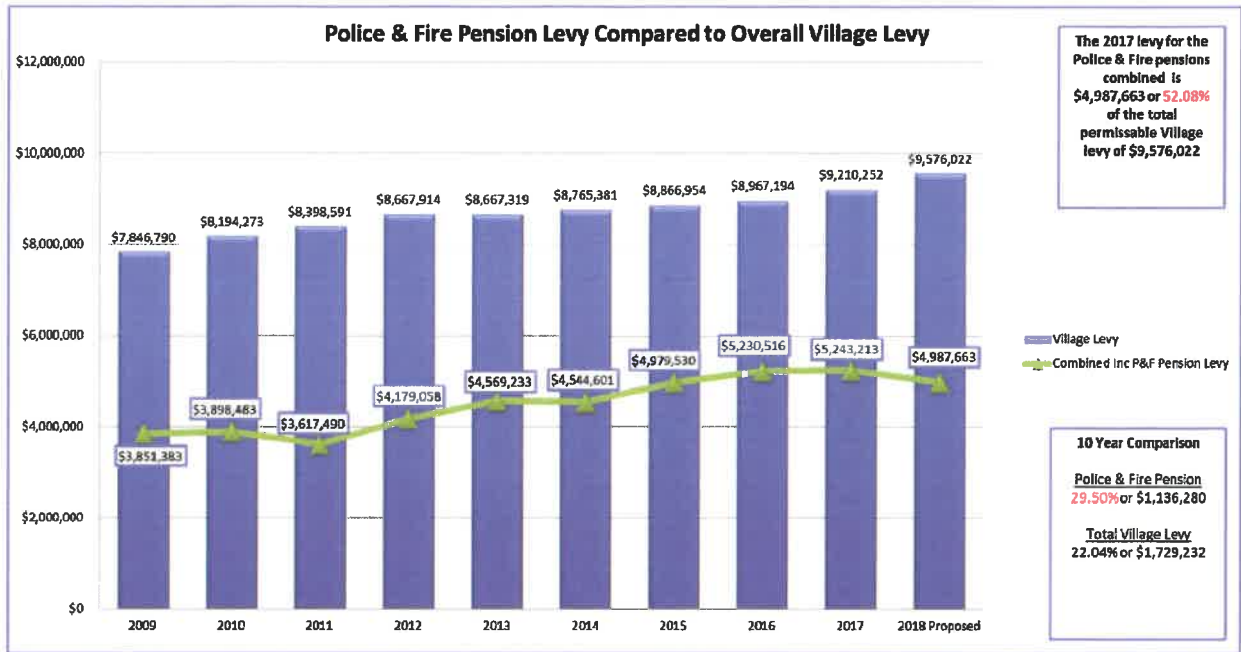
The actuarial analysis indicates that the tax levy requirement for the Police Pension Fund for 2018 is \$2,840,564, a decrease of \$155,347 or 5.2% less than the prior year's extended levy. The decrease in the Tax Levy was due to strong investment earnings and changes to the assumptions. The Percent Funded has increased from 64.1% last year to 67.4% this year.

The tax levy requirement for the Firefighters' Pension Fund for 2018 is \$2,147,099 a decrease of \$100,203 or 4.5% less than the prior year's extended levy. The decrease in the Tax Levy was due to strong investment earnings and changes to the assumptions, and was offset due to the increase in salaries. The Percent Funded has increased from 73.7% last year to 75.9% this year.

The Police and Firefighters' Pension Funds will see a net combined decrease of \$255,550 or 4.9% less than last year's extended levy. A comparison of the annual requirements for this year and last year is shown on **ATTACHMENT D**.

The annual actuarially determined tax levy requirement for the Police Pension Fund, expressed as a percentage of payroll, decreased from 45.21% for 2017 to 44.22% for 2018. The Firefighters' Pension Fund tax levy requirement, expressed as a percentage of payroll, decreased from 35.11% for 2017 to 33.29% for 2018.

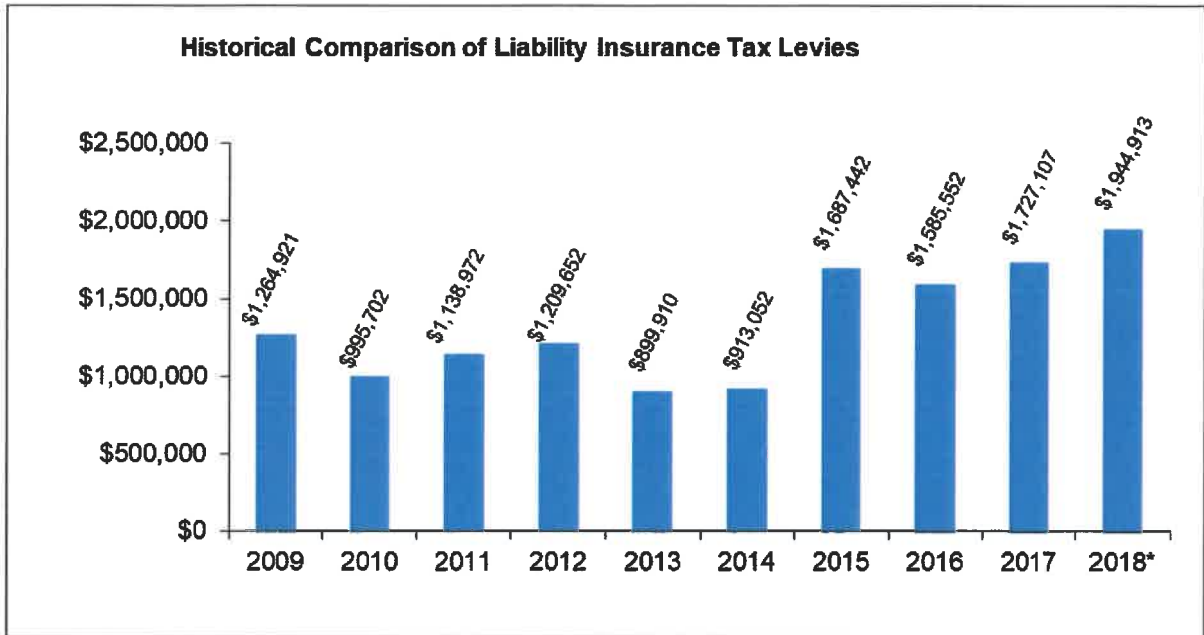
The chart on the following page displays a history of the Police and Firefighters' Pension Fund tax levies over the past ten years. The Village's overall tax levy has increased since 2009 by \$1,729,232 in actual dollars or 22.04% in ten years. As depicted in the chart below, the combined levies for the Police and Firefighters' Pension Funds alone have increased by \$1,136,280 or 29.5% in the same period. This means that 100% of annual statutorily permissible property tax levy increase goes to fund Police and Firefighters' Pension Funds.



*2018 is the proposed levy amount prior to extension

LIABILITY INSURANCE:

The 2018 Proposed Tax Levy for Liability Insurance is \$1,944,913, or \$217,806.46 more than the 2017 levy. The Village has an actuarial study conducted in order to determine the Village’s reserve requirements for Liability Insurance. The study performed this year determined the reserve requirements to be \$2,623,507 as of 12/31/17. In 2016, the Village Board approved a change to the financial policy for the Liability Insurance Account to state that the Village will levy for the actuarially determined normal loss amount and any unfunded liability will be spread over four years. This change helps smooth out increases/decreases and provides time to make adjustments if there is a year with a large increase. To put the current year tax levy into perspective, the chart on page 5 shows tax levies for 2009-2018.



*2018 is the proposed levy amount prior to extension

IMRF/SOCIAL SECURITY:

ILLINOIS MUNICIPAL RETIREMENT FUND (IMRF): The Village's contribution rate, expressed as a percentage of payroll, decreased from 15.93% in 2017 to 15.92% in 2018. The Village has received information from IMRF that indicates that the Village's rate for 2019 will decrease from 15.92% to 13.12%. The 2018 proposed levy for IMRF is \$888,605.

SOCIAL SECURITY/MEDICARE: The 2018 proposed levy for Social Security/Medicare is \$647,544.

The contribution rate for the Village expressed as a percentage of payroll is 6.20% for Social Security and 1.45% for Medicare, for a total of 7.65%. This amount, combined with the 13.12% of payroll for IMRF, means that the total pension cost for non-sworn Village personnel, expressed as a percentage of payroll, is 22.22% as compared to 44.22% for sworn Police and 33.29% for sworn Fire personnel. For sworn Police and Fire personnel hired after 1986, the Village also contributes 1.45% for Medicare in addition to the pension costs above.

Attachment E shows the historical comparison of IMRF, Social Security and Medicare rates and wage bases since the 2008 tax levy year. Over the last ten years, combined levies for these levies have decreased by \$132,250 or 7.93% as compared to the increases in the combined Police and Firefighters' Pension Fund levies of \$1,136,280 or 29.50% over the same period.

PUBLIC BENEFIT:

State statute provides that the Village can levy to the maximum rate of \$.05/\$100 of EAV for the Public Benefit Fund to pay for a portion of the Village's share of special assessment projects. The amount of this year's Public Benefit levy is \$5,000. Currently, there are no Special Assessment payments due past FY 2019.

CORPORATE LEVY:

General Corporate Levy: The 2018 proposed General Corporate Levy totals \$1,102,297. The reason there is a General Corporate Levy requested for the 2018 levy is due to the current year reduction in the Police and Fire pension levy as mentioned above and the funds are not required at this time in other special levies. Over the past several years, the General Corporate levy has been \$0.00 due to special levy requests for the Police and Fire Pension Funds and Liability Insurance. In the future, it is anticipated that the Police and Fire Pension levies will use the entire property tax levy.

TAX RATES:

The tax cap limits our base tax levy increase over the prior year's extended levy to 5% or the national CPI, as reported for December prior to adoption of the levy. For tax year 2018, the December 2017 national CPI increase was 2.1%. We also levy for new construction and annexations that are expected to add an additional 1.94% in 2018. Finally, the exempt portion of the Firefighters' Pension Fund decreased by \$6,115 or -0.07% in 2018. These factors bring our total increase allowed to 3.97%. This addition for new growth benefits the Village only for the first year it goes on the tax rolls. Next year this amount is rolled into our prior year's extension, which is capped by the CPI increase.

Based on this statutorily permissible levy, the tax capped portion of the tax rates for the Village next year are expected to decrease from .6173/\$100 of EAV to .6031/\$100 of EAV. As mentioned earlier, the Firefighters' Pension Fund is allowed to levy for the additional costs associated with the July 2004 fire pension legislation, with these costs being exempt from the tax caps. So in addition to the tax cap levy of .6031/\$100 of EAV, the Firefighters Pension Fund will also levy .0068/\$100 of EAV, making the total Village levy .6100/\$100 of EAV.

A ten-year comparison of tax rates can be found in **Attachment F**. As this comparison indicates, the projected 2018 property tax rate for the Village of Lombard of .6100/\$100 of EAV is an increase of .1443/\$100 of EAV or 31.99% higher than it was ten years ago.

Based on the total estimated EAV along with the number of households in Lombard per the most recent census, the Village's share of the tax bill for the average household is expected to increase approximately \$5.88 to \$324.88.

IMPACT OF THE PROPERTY TAX EXTENSION LIMITATION ACT:

The Statutorily Permissible 2018 Property Tax Levy for the Village of Lombard has been developed in order to comply with the provisions of the Property Tax Extension Limitation Act. An increase due to new growth of 2.1% has been provided for in the calculations. However, if this new growth estimate or the increase in the current tax base EAV is not realized, it may be necessary to reduce our levy at a later date. Toward the end of March 2019, the DuPage County Clerk will notify us if we are required to reduce our tax levy further as a result of our final extended 2018 tax levy. At that time we will be given the opportunity to decide if we want proportional reductions in all levies or if the reduction (if any) should come from one or more levies.

TRUTH IN TAXATION CALCULATION:

For purposes of complying with the statutory requirements of the Truth in Taxation Act, we must compare our 2017 Aggregate Extended Levy to our 2018 Statutorily Permissible Levy. If the amount of the increase in the levy is 5% or greater, a public hearing must be held by the Village Board. The 2017 Aggregate Extended Levy for the Village was \$9,210,252. The 2018 statutorily permissible levy for the Village is \$9,576,022, an increase of \$365,770 or 3.97%. Therefore, a public hearing is not required.

The Finance Committee's recommendation on the 2018 Property Tax Levy will be on the agenda for Village Board approval at their November 1, 2018 meeting.

**ATTACHMENT A
STATUTORILY PERMISSIBLE VILLAGE OF LOMBARD PROPERTY TAX LEVY
TAX YEAR 2018**

2.1% CPI

1.9% NEW GROWTH ESTIMATE

ASSUMPTIONS		
AGGREGATE EXTENSION FOR 2017 TAX YEAR (Excl Fire Pension-Exempt from Tax Cap)	VILLAGE	\$9,096,782
	FIRE PENSION-EXEMPT	\$113,470
	TOTAL	\$9,210,252
2018 PROJECTED BASE EAV		\$1,539,954,209
2018 PROJECTED "NEW GROWTH"		\$30,000,000
2018 TOTAL PROJECTED EAV		\$1,569,954,209

2018 STATUTORILY PERMISSIBLE LEVIES - WITH 2.1% CPI	AMOUNT	RATE
CORPORATE	1,102,297	0.0702
POLICE PENSION	2,840,564	0.1809
PUBLIC BENEFIT	5,000	0.0003
FIREFIGHTERS' PENSION-SUBJECT TO TAX CAP	2,039,744	0.1299
IMRF	888,605	0.0566
LIABILITY INSURANCE	1,944,913	0.1239
SOCIAL SECURITY	647,544	0.0412
TOTAL (VILLAGE ONLY)	9,468,667	0.6031
FIREFIGHTERS' PENSION-EXEMPT FROM TAX CAP	107,355	0.0068
TOTAL (VILLAGE ONLY)-INCL ADD'L FIRE LEVY	9,576,022	0.6100
TRUTH-IN-TAXATION CALCULATION		
CURRENT YEAR PROPOSED LEVY	9,576,022	
PRIOR YEAR EXTENDED LEVY	9,210,252	
INCREASE IN LEVY	<u>365,770</u>	
PERCENTAGE INCREASE IN LEVY	<u>3.97%</u>	
PUBLIC HEARING REQUIRED	NO	

ATTACHMENT B
Historical Comparison of EAV Growth
2009-2018

	Base EAV	Inc. over PY	New Construction	% of Base	Annexations	% of Base	Total % of Base	Total EAV	Inc. over PY
Actual 2009	1,736,937,384	-1.8%	15,652,330	0.89%	-621,460	-0.04%	0.86%	1,751,968,254	-0.94%
Actual 2010	1,614,591,663	-7.8%	6,900,850	0.43%	172,530	0.01%	0.44%	1,621,665,043	-7.44%
Actual 2011	1,495,923,634	-7.8%	5,164,941	0.34%	0	0.00%	0.34%	1,501,088,575	-7.44%
Actual 2012	1,371,256,878	-8.6%	2,981,126	0.22%	0	0.00%	0.22%	1,374,238,004	-8.45%
Actual 2013	1,280,541,067	-6.8%	5,118,090	0.40%	0	0.00%	0.40%	1,285,659,157	-6.45%
Actual 2014	1,264,234,172	-1.7%	3,893,480	0.31%	0	0.00%	0.31%	1,268,127,652	-1.36%
Actual 2015	1,310,743,549	3.4%	3,463,340	0.26%	0	0.00%	0.26%	1,314,206,889	3.63%
Actual 2016	1,384,860,088	5.4%	4,756,270	0.34%	0	0.00%	0.34%	1,389,616,358	5.74%
Actual 2017	1,464,980,521	5.4%	8,659,870	0.59%	0	0.00%	0.59%	1,473,640,391	6.05%
Est 2018	1,539,954,209	4.5%	30,000,000	1.91%	0	0.00%	1.91%	1,569,954,209	6.54%
Average Inc. Last 5 years (1)		1.1%		0.4%		0.0%	0.4%		1.5%

Note (1) Average includes Actual Years 2013-2017.

COMPARISON OF 2017 PROPERTY TAX LEVY AS EXTENDED

vs.

2018 STATUTORILY PERMISSIBLE PROPERTY TAX LEVY

VILLAGE	2017 EXTENDED LEVY		2018 PROPOSED LEVY		INCREASE/DECREASE	
	RATE	AMOUNT	RATE	AMOUNT	%	AMOUNT
CORPORATE	0.0000	0	0.0702	1,102,297	0.00%	1,102,297
POLICE PENSION	x 0.2033	2,995,911	0.1809	2,840,564	-5.19%	-155,347
PUBLIC BENEFIT	x 0.0498	733,873	0.0003	5,000	-99.32%	-728,873
FIREFIGHTERS' PENSION-SUBJECT TO TAX CAP	x 0.1448	2,133,831	0.1299	2,039,744	-4.41%	-94,087
IMRF	x 0.0603	888,605	0.0566	888,605	0.00%	0
LIABILITY INSURANCE	x 0.1172	1,727,107	0.1239	1,944,913	12.61%	217,806
SOCIAL SECURITY	x 0.0419	617,455	0.0412	647,544	4.87%	30,089
TOTAL VILLAGE SUBJECT TO TAX CAP	0.6173	9,096,782	0.6031	9,468,667	4.09%	371,885
FIREFIGHTERS' PENSION-NOT SUBJECT TO TAX CAP	0.0077	113,470	0.0068	107,355	-5.39%	-6,115
TOTAL VILLAGE LEVY	0.6250	9,210,252	0.6100	9,576,022	3.97%	365,770

**COMPARISON OF ANNUAL TAX LEVY REQUIREMENTS
FOR POLICE AND FIREFIGHTERS' PENSION FUNDS
TAX YEAR 2017 vs. 2018**

	A	B	C	
	2017 Extended TAX LEVY	ACTUARY AS OF 1/1/18	INC./(DEC.) OVER 2017	
			AMOUNT	PERCENT
POLICE PENSION FUND	\$2,995,911	\$2,840,564	(\$155,347)	-5.19%
FIREFIGHTERS' PENSION FUND				
Subject to Tax Cap	\$2,133,831	\$2,039,744	(\$94,087)	-4.41%
Exempt from Tax Cap	\$113,470	\$107,355	(\$6,115)	-5.39%
TOTAL FIREFIGHTERS' PENSION FUND	<u>\$2,247,302</u>	<u>\$2,147,099</u>	<u>(\$100,203)</u>	<u>-4.46%</u>
TOTAL	<u>\$5,243,213</u>	<u>\$4,987,663</u>	<u>(\$255,550)</u>	<u>-4.87%</u>

NOTES:

- A. Amount levied and extended by the County Clerk for the 2017 Village Tax Levy.
- B. Updated Actuarial Valuations based on membership data and asset information as of 12/31/17.
- C. Increase in 2018 tax levy request over 2017 extended levy.

	2017		2018	
	AS LEVIED	PERCENT OF PAYROLL	AS LEVIED	PERCENT OF PAYROLL
<u>POLICE PENSION FUND</u>				
Employer's Share of Normal Cost	\$777,983	11.81%	\$527,916	8.22%
Annual Amount Required to Amortize Unfunded Liability over 30 years Subsequent to 2009 as a Level % of Pay	\$2,201,214	33.40%	\$2,312,648	36.00%
Annual Actuarial Requirement as a Percentage of Payroll	\$2,979,197	45.21%	\$2,840,564	44.22%
<u>FIREFIGHTERS' PENSION FUND</u>				
Employer's Share of Normal Cost	\$934,945	14.71%	\$754,128	11.69%
Annual Amount Required to Amortize Unfunded Liability over 30 years Subsequent to 2009 as a Level % of Pay	\$1,297,058	20.40%	\$1,392,971	21.60%
Annual Actuarial Requirement as a Percentage of Payroll	\$2,232,003	35.11%	\$2,147,099	33.29%

**ATTACHMENT E
ANALYSIS OF IMRF FUND
IMRF/SOCIAL SECURITY/MEDICARE
RATES, WAGE BASES & TAX LEVIES
CALENDAR YEARS 2009 - 2018**

IMRF				
CALENDAR YEAR	EMPLOYER'S CONTRIBUTION	EMPLOYEE'S CONTRIBUTION	WAGE BASE	
2009	10.36%	4.50%	NONE	
2010	11.40%	4.50%	NONE	
2011	13.48%	4.50%	NONE	
2012	14.52%	4.50%	NONE	
2013	15.45%	4.50%	NONE	
2014	15.11%	4.50%	NONE	
2015	15.75%	4.50%	NONE	
2016	18.37%	4.50%	NONE	
2017	15.93%	4.50%	NONE	
2018	15.92%	4.50%	NONE	
2019	13.12%	4.50%	NONE	

SOCIAL SECURITY/MEDICARE					
CALENDAR YEAR	EMPLOYER'S CONTRIBUTION	EMPLOYEE'S CONTRIBUTION	WAGE BASE		
			SS	MEDICARE	
2009	7.65%	7.65%	\$106,800	Unlimited	
2010	7.65%	7.65%	\$106,800	Unlimited	
2011	7.65%	5.65%	\$106,800	Unlimited	
2012	7.65%	5.65%	\$110,100	Unlimited	
2013	7.65%	7.65%	\$113,700	Unlimited	
2014	7.65%	7.65%	\$117,000	Unlimited	
2015	7.65%	7.65%	\$118,500	Unlimited	
2016	7.65%	7.65%	\$118,500	Unlimited	
2017	7.65%	7.65%	\$127,200	Unlimited	
2018	7.65%	7.65%	\$128,700	Unlimited	

Property Tax Levies (IMRF, SS & Medicare combined)				
TAX LEVY YEAR	TAX LEVY*	INC./(DEC.) OVER PY		
		AMOUNT	PERCENT	
2009	\$1,668,399	\$181,531	12.21%	
2010	\$1,298,954	-\$237,880	-15.48%	
2011**	\$776,063	-\$522,891	-31.34%	
2012	\$1,361,870	\$585,807	45.10%	
2013	\$1,401,368	\$39,499	5.09%	
2014	\$1,396,209	-\$5,160	-0.38%	
2015	\$1,506,081	\$109,873	7.87%	
2016	\$1,496,617	-\$9,464	-0.63%	
2017	\$1,506,060	\$9,444	0.63%	
2018	\$1,536,149	\$30,089	2.00%	

Total Increase			
2009-2018		(\$132,250)	-7.93%
Avg. Annual Inc.		(\$13,225)	-0.79%

*2009-2017 as extended; 2018 prior to extension

**The decrease is based on the conversion to a calendar year fiscal year and a 7 month short fiscal year

HISTORICAL TAX RATE INFORMATION 2009-2018

<i>LEVY YEAR</i>	<i>TOTAL TAX RATE ''</i>	<i>VILLAGE ONLY</i>	<i>VILLAGE SHARE OF TOTAL</i>
2009	6.0421	0.4657	7.71%
2010	6.6908	0.5053	7.55%
2011	7.3561	0.5595	7.61%
2012	8.2547	0.6307	7.64%
2013	8.9748	0.6742	7.51%
2014	9.2531	0.6917	7.48%
2015	8.9837	0.6747	7.51%
2016	8.8082	0.6453	7.33%
2017	8.4932	0.6250	7.36%
2018 ⁽²⁾	TBD	0.6100	TBD

NOTE (1) This table is based on tax code 6011. There are 30 tax codes in Lombard and each receives a different property tax bill depending on whether the area is included within a given taxing district's boundaries. This tax code was selected as an example only.

(2) 2009-2017 as extended; 2018 prior to extension